GOVERNMENT OF INDIA
PETROLEUM AND NATURAL GAS
LOK SABHA

UNSTARRED QUESTION NO:2494
ANSWERED ON:15.03.2007
PRICING POLICY
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Will the Minister of PETROLEUM AND NATURAL GAS be pleased to state:

(a) the mechanism worked out and adopted to regulate the costing and pricing of fuels and other petroleum products including ATF;

(b) whether the Government proposes to adopt a new policy to fix the retail prices of petroleum products in the country;

(c) if so, the details thereof; and

(d) the time by which the final decision is likely to be taken in this regard?

Answer

MINISTER OF STATE IN THE MINISTRY OF PETROLEUM AND NATURAL GAS (SHRI DINSHA PATEL)

(a)to(d): As per recommendations of Dr. Rangarajan Committee, the Government has changed the pricing of petrol and diesel from import parity to trade parity basis, (weighted average of import and export parity price in the ratio of 80 : 20) with effect from 16.6.06. ATF is a deregulated product and its price is determined by public sector oil marketing companies on the basis of international prices.